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7
8 ATTORNEYS FOR
9 Debtor

10 UNITED STATES BANKRUPTCY COURT
11 NORTHERN DISTRICT OF CALIFORNIA

12 San Jose Division

13 In re:

14 CITATION HOMES, INC.,

15 Debtor.

16) Case No. 13-54497 - CN

17) CHAPTER 7

18) **DECLARATION OF DANIEL M.**
19) **IKEDA REGARDING DEBTOR'S 2012**
20) **FEDERAL INCOME TAX RETURN**
21)
22)
23)
24)
25)
26)
27)
28)

1 I, Daniel M. Ikeda, do hereby declare:

- 2 1. I am and at all times relevant herein over the age of 18, the Chief Financial Officer of
3 the Debtor Citation Homes, Inc. ("Debtor"), the Debtor's authorized representative for this
4 bankruptcy case, and authorized by the Debtor to make this declaration on its behalf.
5
6 2. I submit this declaration of my own personal knowledge except as to those matters upon
7 which I am informed and believe and as to those matters I am informed and believe them to
8 be true. If called to testify as to the matters stated herein I could do so in an honest and
9 competent manner.
10
11 3. As part of my duties as Debtor's Chief Financial Officer I have direct knowledge of and
12 involvement in the preparation and filing of Debtor's federal tax returns. Attached hereto is a

1 true and correct copy of Debtor's 2012 federal income tax return filed with the Internal
2 Revenue Service. Debtor's 2012 federal income tax return was Debtor's most recently filed
3 federal income tax return.

4 4. The Debtor's 2012 federal income tax return is complete and accurate.

5 I declare under penalty of perjury under the laws of the United States of America that the
6 foregoing is true and correct and that this declaration was executed at Santa Clara, California,
7 on October 1, 2013.


Daniel M. Ikeda

ITATION HOMES INC 2012 Form 1120S

COMPLETE THIS SECTION

ite Items 1, 2, and 3. Also complete
f Restricted Delivery is desired.
ur name and address on the reverse
we can return the card to you.
this card to the back of the mailpiece,
ne front if space permits.

addressed to:

Department of the Treasury
Internal Revenue Service
Ogden, UT 85201-0012

COMPLETE THIS SECTION ON DELIVERY

A. Signature **X** RECEIVED ☐ Agent
☐ Addressee
B. Received by (Printed Name) **MAR 22 2013** C. Date of Delivery ☐ Delivery
D. Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below **OGDEN, UT** ☐ No

3. Service Type
☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.
4. Restricted Delivery? (Extra Fee) ☐ Yes

Number
fer from service label)

7009 2820 0002 0102 3327

3811 February 2004

Domestic Return Receipt

102595-02-M-1540

**U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT**
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information, visit our website at www.usps.com

OFFICIAL USE

Postage \$ **1.38**

Certified Fee **3.10**

Return Receipt Fee
(Endorsement Required) **2.55**

Restricted Delivery Fee
(Endorsement Required)

Total Postage & Fees \$ **6.97**

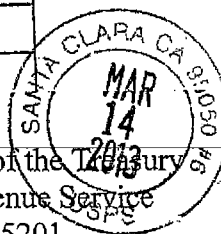
Postmark
Here

Sent to

Street, Apt. No.,
or PO Box No.
City, State, ZIP+4

Department of the Treasury
Internal Revenue Service
Ogden, UT 85201-

PS Form 3800, Aug



A Check if: 1a Consolidated return (attach Form 851) <input type="checkbox"/> b Life/nonlife consolidated return <input type="checkbox"/> 2 Personal holding co. (attach Sch. PH) <input type="checkbox"/> 3 Personal service corp. (see instructions) <input type="checkbox"/> 4 Schedule M-3 attached <input type="checkbox"/>	TYPE OR PRINT Name CITATION HOMES, INC. Number, street, and room or suite no. If a P.O. box, see instructions. 404 SARATOGA AVE, SUITE 100 City or town, state, and ZIP code SANTA CLARA, CA 95050	B Employer identification number 94-2147939 C Date incorporated 01/16/1971 D Total assets (see instructions) \$
--	--	---

	E Check if:	(1)	Initial return	(2)	Final return	(3)	Name change	(4)	Address change
Income	1a	Gross receipts or sales							
	1b	Returns and allowances							
	1c	Balance. Subtract line 1b from line 1a							
	2	Cost of goods sold (attach Form 1125-A)							
	3	Gross profit. Subtract line 2 from line 1c							
	4	Dividends (Schedule C, line 19)							
	5	Interest							
	6	Gross rents							
	7	Gross royalties							
	8	Capital gain net income (attach Schedule D (Form 1120))							
	9	Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)							
10	Other income (see instructions - attach statement)								
11	Total income. Add lines 3 through 10								
Deductions (See instructions for limitations on deductions.)	12	Compensation of officers (see instructions - attach Form 1125-E)							
	13	Salaries and wages (less employment credits)							
	14	Repairs and maintenance							
	15	Bad debts							
	16	Rents							
	17	Taxes and licenses SEE STATEMENT 1							
	18	Interest							
	19	Charitable contributions							
	20	Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562)							
	21	Depletion							
	22	Advertising							
	23	Pension, profit-sharing, etc., plans							
	24	Employee benefit programs							
	25	Domestic production activities deduction (attach Form 8903)							
	26	Other deductions (attach statement)							
	27	Total deductions. Add lines 12 through 26							
	28	Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11							
	Tax Refundable Credits, and	29a	Net operating loss deduction (see instructions)						
29b		Special deductions (Schedule C, line 20)							
29c		Add lines 29a and 29b							
30		Taxable income. Subtract line 29c from line 28 (see instructions)							
Tax Refundable Credits, and	31	Total tax (Schedule J, Part I, line 11)							
	32	Total payments and refundable credits (Schedule J, Part II, line 21)							
	33	Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>							
	34	Amount owed. If line 32 is smaller than the total of lines 31 and 33, enter amount owed							
	35	Overpayment. If line 32 is larger than the total of lines 31 and 33, enter amount overpaid							
	36	Enter amount from line 35 you want: Credited to 2013 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>							

Sign Here Paid Preparer Use Only	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge. <div style="display: flex; justify-content: space-between;"> <div> Signature of officer Date 3/14/13 </div> <div> Title CFO </div> </div>	May the IRS discuss this return with the preparer shown below (see instructions)? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Check <input checked="" type="checkbox"/> if self-employed PTIN P00557815 Firm's EIN 20-4009483 Phone no. 925-941-5440
Print/Type preparer's name GARY KRUTILLA Preparer's signature Date 3-8-13		
Firm's name KRUTILLA & ASSOCIATES Firm's address 350 N. WIGET LANE, STE 150 WALNUT CREEK, CA 94598		

Schedule C Dividends and Special Deductions (see instructions)

	(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1 Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)		70	
2 Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)		80	
3 Dividends on debt-financed stock of domestic and foreign corporations		see instructions	
4 Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
5 Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
6 Dividends from less-than-20%-owned foreign corporations and certain FSCs		70	
7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs		80	
8 Dividends from wholly owned foreign subsidiaries		100	
9 Total. Add lines 1 through 8. See instructions for limitation			
10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11 Dividends from affiliated group members		100	
12 Dividends from certain FSCs		100	
13 Dividends from foreign corporations not included on lines 3, 6, 7, 8, 11, or 12			
14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15 Foreign dividend gross-up			
16 IC-DISC and former DISC dividends not included on lines 1, 2, or 3			
17 Other dividends			
18 Deduction for dividends paid on certain preferred stock of public utilities			
19 Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4			
20 Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b			

Form 1120 (2012)

Schedule J Tax Computation and Payment (see instructions)**Part I - Tax Computation**

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120))		
2	Income tax. Check if a qualified personal service corporation (see instructions)		2
3	Alternative minimum tax (attach Form 4626)		3
4	Add lines 2 and 3		4
5a	Foreign tax credit (attach Form 1118)	5a	
b	Credit from Form 8834, line 30 (attach Form 8834)	5b	
c	General business credit (attach Form 3800)	5c	
d	Credit for prior year minimum tax (attach Form 8827)	5d	
e	Bond credits from Form 8912	5e	
6	Total credits. Add lines 5a through 5e		6
7	Subtract line 6 from line 4		7
8	Personal holding company tax (attach Schedule PH (Form 1120))		8
9a	Recapture of investment credit (attach Form 4255)	9a	
b	Recapture of low-income housing credit (attach Form 8611)	9b	
c	Interest due under the look-back method - completed long-term contracts (attach Form 8697)	9c	
d	Interest due under the look-back method - income forecast method (attach Form 8866)	9d	
e	Alternative tax on qualifying shipping activities (attach Form 8902)	9e	
f	Other (see instructions - attach statement)	9f	
10	Total. Add lines 9a through 9f		10
11	Total tax. Add lines 7, 8, and 10. Enter here and on page 1, line 31		11

Part II - Payments and Refundable Credits

12	2011 overpayment credited to 2012		12
13	2012 estimated tax payments		13
14	2012 refund applied for on Form 4466		14
15	Combine lines 12, 13, and 14		15
16	Tax deposited with Form 7004		16
17	Withholding (see instructions)		17
18	Total payments. Add lines 15, 16, and 17		18
19	Refundable credits from:		
a	Form 2439	19a	
b	Form 4136	19b	
c	Form 8827, line 8c	19c	
d	Other (attach statement - see instructions)	19d	
20	Total credits. Add lines 19a through 19d		20
21	Total payments and credits. Add lines 18 and 20. Enter here and on page 1, line 32		21

Schedule K Other Information (see instructions)

1	Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) _____	Yes	No
2	See the instructions and enter the:		
a	Business activity code no. <u>531390</u>		
b	Business activity <u>INACTIVE</u>		
c	Product or service <u>INACTIVE</u>		
3	Is the corporation a subsidiary in an affiliated group or a parent-subsidary controlled group? If "Yes," enter name and EIN of the parent corporation _____		X
4	At the end of the tax year:		
a	Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part I of Schedule G (Form 1120) (attach Schedule G).		X
b	Did any individual or estate own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part II of Schedule G (Form 1120) (attach Schedule G).		X

Form 1120 (2012)

Schedule K Other Information *continued* (see instructions)

5 At the end of the tax year, did the corporation:

- a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation not included on Form 851, Affiliations Schedule? For rules of constructive ownership, see instructions.

If "Yes," complete (i) through (iv) below.

(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock

- b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions.

If "Yes," complete (i) through (iv) below.

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Country of Organization	(iv) Maximum Percentage Owned in Profit, Loss, or Capital

- 6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.)

If "Yes," file Form 5452, Corporate Report of Nondividend Distributions.

If this is a consolidated return, answer here for the parent corporation and on Form 851 for each subsidiary.

- 7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of the corporation's stock entitled to vote or (b) the total value of all classes of the corporation's stock?

For rules of attribution, see section 318. If "Yes," enter:

(i) Percentage owned _____ and (ii) Owner's country _____

(c) The corporation may have to file Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter the number of Forms 5472 attached _____

- 8 Check this box if the corporation issued publicly offered debt instruments with original issue discount ☐

If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.

- 9 Enter the amount of tax-exempt interest received or accrued during the tax year ► \$ _____

- 10 Enter the number of shareholders at the end of the tax year (if 100 or fewer) ► _____

- 11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here ☐

If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid.

- 12 Enter the available NOL carryover from prior tax years (do not reduce it by any deduction on line 29a.) ► \$ 10,400.

- 13 Are the corporation's total receipts (line 1c plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000? ☒

If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 5. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year ► \$ _____

- 14 Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement (see instructions)? ☒

If "Yes," complete and attach Schedule UTP.

- 15a Did the corporation make any payments in 2012 that would require it to file Form(s) 1099? ☒

- b If "Yes," did or will the corporation file required Forms 1099? ☒

- 16 During this tax year, did the corporation have an 80% or more change in ownership, including a change due to redemption of its own stock? ☒

- 17 During or subsequent to this tax year, but before the filing of this return, did the corporation dispose of more than 65% (by value) of its assets in a taxable, non-taxable, or tax deferred transaction? ☒

- 18 Did the corporation receive assets in a section 351 transfer in which any of the transferred assets had a fair market basis or fair market value of more than \$1 million? ☒

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash				
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts	()		()	
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (attach schedule)				
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach schedule)				
10a	Buildings and other depreciable assets				
b	Less accumulated depreciation	()		()	
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	()		()	
14	Other assets (attach schedule)				
15	Total assets				
Liabilities and Shareholders' Equity					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (attach schedule)				
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach schedule)				
22	Capital stock: a Preferred stock				
	b Common stock				
23	Additional paid-in capital				
24	Retained earnings - Appropriated (attach schedule)				
25	Retained earnings - Unappropriated				
26	Adjustments to shareholders' equity (attach schedule)				
27	Less cost of treasury stock	()		()	
28	Total liabilities and shareholders' equity				

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return

Note: Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more - see instructions

1	Net income (loss) per books		7	Income recorded on books this year not included on this return (itemize):	
2	Federal income tax per books			Tax-exempt interest \$	
3	Excess of capital losses over capital gains				
4	Income subject to tax not recorded on books this year (itemize):				
5	Expenses recorded on books this year not deducted on this return (itemize):		8	Deductions on this return not charged against book income this year (itemize):	
a	Depreciation \$		a	Depreciation \$	
b	Charitable contributions \$		b	Charitable contributions \$	
c	Travel and entertainment \$				
6	Add lines 1 through 5		9	Add lines 7 and 8	
			10	Income (page 1, line 28) - line 6 less line 9	

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)

1	Balance at beginning of year		5	Distributions: a Cash	
2	Net income (loss) per books			b Stock	
3	Other increases (itemize):			c Property	
			6	Other decreases (itemize):	
			7	Add lines 5 and 6	
4	Add lines 1, 2, and 3		8	Balance at end of year (line 4 less line 7)	

**SCHEDULE G
(Form 1120)**(Rev. December 2011)
Department of the Treasury
Internal Revenue Service**Information on Certain Persons Owning the
Corporation's Voting Stock**▶ Attach to Form 1120.
▶ See instructions on page 2.

OMB No. 1545-0123

Name

Employer identification number (EIN)

CITATION HOMES, INC.

94-2147939

Part I **Certain Entities Owning the Corporation's Voting Stock.** (Form 1120, Schedule K, Question 4a). Complete columns (i) through (v) below for any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Percentage Owned in Voting Stock

Part II **Certain Individuals and Estates Owning the Corporation's Voting Stock.** (Form 1120, Schedule K, Question 4b). Complete columns (i) through (iv) below for any individual or estate that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

(i) Name of Individual or Estate	(ii) Identifying Number (if any)	(iii) Country of Citizenship (see instructions)	(iv) Percentage Owned in Voting Stock
STEPHEN C. SCHOTT	563-48-6231	US	100.00

Form 4626

Alternative Minimum Tax - Corporations

OMB No. 1545-0175

Department of the Treasury
Internal Revenue Service

▶ Attach to the corporation's tax return.

▶ Information about Form 4626 and its separate instructions is at www.irs.gov/form4626.

2012

Name

CITATION HOMES, INC.

Employer identification number

94-2147939

Note: See the instructions to find out if the corporation is a small corporation exempt from the alternative minimum tax (AMT) under section 55(e).

1	Taxable income or (loss) before net operating loss deduction	1	-800.
2	Adjustments and preferences:		
a	Depreciation of post-1986 property	2a	
b	Amortization of certified pollution control facilities	2b	
c	Amortization of mining exploration and development costs	2c	
d	Amortization of circulation expenditures (personal holding companies only)	2d	
e	Adjusted gain or loss	2e	
f	Long-term contracts	2f	
g	Merchant marine capital construction funds	2g	
h	Section 833(b) deduction (Blue Cross, Blue Shield, and similar type organizations only)	2h	
i	Tax shelter farm activities (personal service corporations only)	2i	
j	Passive activities (closely held corporations and personal service corporations only)	2j	
k	Loss limitations	2k	
l	Depletion	2l	
m	Tax-exempt interest income from specified private activity bonds	2m	
n	Intangible drilling costs	2n	
o	Other adjustments and preferences	2o	
3	Pre-adjustment alternative minimum taxable income (AMTI). Combine lines 1 through 2o	3	-800.
4	Adjusted current earnings (ACE) adjustment:		
a	ACE from line 10 of the ACE worksheet in the instructions	4a	-800.
b	Subtract line 3 from line 4a. If line 3 exceeds line 4a, enter the difference as a negative amount (see instructions)	4b	
c	Multiply line 4b by 75% (.75). Enter the result as a positive amount	4c	
d	Enter the excess, if any, of the corporation's total increases in AMTI from prior year ACE adjustments over its total reductions in AMTI from prior year ACE adjustments (see instructions). Note: You must enter an amount on line 4d (even if line 4b is positive).	4d	
e	ACE adjustment.		
	• If line 4b is zero or more, enter the amount from line 4c		
	• If line 4b is less than zero, enter the smaller of line 4c or line 4d as a negative amount	4e	
5	Combine lines 3 and 4e. If zero or less, stop here; the corporation does not owe any AMT.	5	-800.
6	Alternative tax net operating loss deduction (see instructions) SEE STATEMENT 3.	6	
7	Alternative minimum taxable income. Subtract line 6 from line 5. If the corporation held a residual interest in a REMIC, see instructions.	7	-800.
8	Exemption phase-out (if line 7 is \$310,000 or more, skip lines 8a and 8b and enter -0- on line 8c):		
a	Subtract \$150,000 from line 7 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8a	NONE
b	Multiply line 8a by 25% (.25)	8b	NONE
c	Exemption. Subtract line 8b from \$40,000 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8c	40,000.
9	Subtract line 8c from line 7. If zero or less, enter -0-	9	NONE
10	Multiply line 9 by 20% (.20)	10	NONE
11	Alternative minimum tax foreign tax credit (AMTFTC) (see instructions)	11	
12	Tentative minimum tax. Subtract line 11 from line 10.	12	NONE
13	Regular tax liability before applying all credits except the foreign tax credit	13	
14	Alternative minimum tax. Subtract line 13 from line 12. If zero or less, enter -0-. Enter here and on Form 1120, Schedule J, line 3, or the appropriate line of the corporation's income tax return	14	NONE

For Paperwork Reduction Act Notice, see separate instructions.

Form 4626 (2012)

JSA

Case: 13-54497 Doc# 8 Filed: 10/07/13 Entered: 10/07/13 15:58:21 Page 10 of

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14

V12-3 3T

94-2147939

13

Adjusted Current Earnings (ACE) Worksheet

Keep for Your Records

► See ACE Worksheet Instructions.

1	Pre-adjustment AMTI. Enter the amount from line 3 of Form 4626	1	-800.
2	ACE depreciation adjustment:		
a	AMT depreciation	2a	
b	ACE depreciation:		
(1)	Post-1993 property	2b(1)	
(2)	Post-1989, pre-1994 property	2b(2)	
(3)	Pre-1990 MACRS property	2b(3)	
(4)	Pre-1990 original ACRS property	2b(4)	
(5)	Property described in sections 168(f)(1) through (4)	2b(5)	
(6)	Other property	2b(6)	
(7)	Total ACE depreciation. Add lines 2b(1) through 2b(6)	2b(7)	
c	ACE depreciation adjustment. Subtract line 2b(7) from line 2a	2c	
3	Inclusion in ACE of items included in earnings and profits (E&P):		
a	Tax-exempt interest income	3a	
b	Death benefits from life insurance contracts	3b	
c	All other distributions from life insurance contracts (including surrenders)	3c	
d	Inside buildup of undistributed income in life insurance contracts	3d	
e	Other items (see Regulations sections 1.56(g)-1(c)(6)(iii) through (ix) for a partial list)	3e	
f	Total increase to ACE from inclusion in ACE of items included in E&P. Add lines 3a through 3e	3f	
4	Disallowance of items not deductible from E&P:		
a	Certain dividends received	4a	
b	Dividends paid on certain preferred stock of public utilities that are deductible under section 247	4b	
c	Dividends paid to an ESOP that are deductible under section 404(k)	4c	
d	Nonpatronage dividends that are paid and deductible under section 1382(c)	4d	
e	Other items (see Regulations sections 1.56(g)-1(d)(3)(i) and (ii) for a partial list)	4e	
f	Total increase to ACE because of disallowance of items not deductible from E&P. Add lines 4a through 4e	4f	
5	Other adjustments based on rules for figuring E&P:		
a	Intangible drilling costs	5a	
b	Circulation expenditures	5b	
c	Organizational expenditures	5c	
d	LIFO inventory adjustments	5d	
e	Installment sales	5e	
f	Total other E&P adjustments. Combine lines 5a through 5e	5f	
6	Disallowance of loss on exchange of debt pools	6	
7	Acquisition expenses of life insurance companies for qualified foreign contracts	7	
8	Depletion	8	
9	Basis adjustments in determining gain or loss from sale or exchange of pre-1994 property	9	
10	Adjusted current earnings. Combine lines 1, 2c, 3f, 4f, and 5f through 9. Enter the result here and on line 4a of Form 4626	10	-800.

FORM 1120, PAGE 1 DETAIL

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LINE 17 - TAXES AND LICENSES

CA FRANCHISE TAX

800.

TOTAL

800.
=====

FORM 1120, PAGE 1 DETAIL

LINE 29A - NON-SRLY NOL DEDUCTION

YEAR ENDING	ORIGINAL NOL	AMOUNT AVAILABLE	AMOUNT USED	CONVERTED CONTRIBUTIONS	CARRYOVER TO NEXT YEAR
12/31/1999	800.	800.			800.
12/31/2000	800.	800.			800.
12/31/2001	800.	800.			800.
12/31/2002	800.	800.			800.
12/31/2003	800.	800.			800.
12/31/2004	800.	800.			800.
12/31/2005	800.	800.			800.
12/31/2006	800.	800.			800.
12/31/2007	800.	800.			800.
12/31/2008	800.	800.			800.
12/31/2009	800.	800.			800.
12/31/2010	800.	800.			800.
12/31/2011	800.	800.			800.
12/31/2012	800.	800.			800.
TOTAL	11,200.	11,200.			11,200.

FORM 4626 DETAIL

LINE 6 - NON-SRLY AMT NOL DEDUCTION

YEAR ENDING	ORIGINAL NOL	AMOUNT AVAILABLE	AMOUNT USED	CARRYOVER TO NEXT YEAR
12/31/1999	800.	800.		800.
12/31/2000	800.	800.		800.
12/31/2001	800.	800.		800.
12/31/2002	800.	800.		800.
12/31/2003	800.	800.		800.
12/31/2004	800.	800.		800.
12/31/2005	800.	800.		800.
12/31/2006	800.	800.		800.
12/31/2007	800.	800.		800.
12/31/2008	800.	800.		800.
12/31/2009	800.	800.		800.
12/31/2010	800.	800.		800.
12/31/2011	800.	800.		800.
12/31/2012	800.	800.		800.
TOTAL	11,200.	11,200.		11,200.